



भारतीय दूरसंचार विनियामक प्राधिकरण  
Telecom Regulatory Authority of India  
नई दिल्ली  
New Delhi



## दूरसंचार उपभोक्ता शिक्षा और संरक्षण निधि



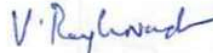



TELECOMMUNICATION CONSUMERS EDUCATION AND PROTECTION FUND

वार्षिक लेखा

ANNUAL ACCOUNTS

2020-2021

48825/2022/CA

<b>TELECOMMUNICATION CONSUMERS EDUCATION AND PROTECTION FUND</b>			
<b>Balance Sheet as at 31 March 2021</b>			
Particulars	Schedules	Amount in (Rs.)	
		As at 31st March 2021	As at 31st March 2020
<b>Sources of Funds</b>			
Corpus	B	81,12,83,763	73,57,42,611
<b>Total Funds Generated</b>		<b>81,12,83,763</b>	<b>73,57,42,611</b>
<b>Application of Funds</b>			
Bank Balances	C		
—in Fixed Deposit Accounts		56,06,38,759	56,06,38,759
—in Flexi Accounts		22,59,48,503	17,06,26,550
—in Savings Accounts		2,01,45,070	1,86,701
Loans and Advances	D	-	5,79,277
Other Current Assets	E	46,24,800	37,38,924
<b>less : Current Liabilities and provisions</b>	F	<b>(73,370)</b>	<b>(27,600)</b>
<b>Total Application of Funds</b>		<b>81,12,83,763</b>	<b>73,57,42,611</b>
The accompanying schedules are an integral part of these financial statements			
<b>As per our report of even date</b>			
For RAPG & Co. Chartered Accountants FRN : 023693N		For Telecommunication Consumers Education and Protection Fund	
			
 <b>CA Neeraj Kumar</b> Partner M. No. 518473		 Secretary (TRAI) (Ex-Officio Presiding member)	
Place: New Delhi Date: 01-03-2022		 Advisor (CA) (Convenor Member)	
		 Pr. Advisor (CA & IT) (Ex Officio Member)	
		 Pr. Advisor (F&EA) (Ex officio Member)	

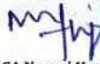

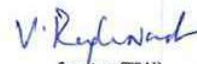



*Rakesh Narayan Sahu*


*27.2.2022*




*CA*

*Ajaymaha*  
(Ajaymaha)  
24/3/2022

*(MANOJ MISHRA)*

TELECOMMUNICATION CONSUMERS EDUCATION AND PROTECTION FUND			
Income and Expenditure Account for the year ended 31st March 2021			
Particulars	Schedules	Amount in (Rs.)	
		Year ended 31st March 2021	Year ended 31st March 2020
<b>Income</b>			
Interest on Fixed & Flexi Deposits		4,61,83,991	4,57,81,053
Bank Interest from SB		28,314	2,50,725
Excess provision written back		-	1,14,750
	<b>A</b>	<b>4,62,12,305</b>	<b>4,61,46,528</b>
<b>Expenditure</b>			
Bank Charges		87	394
Outreach Programmes Conducted by ROs.		-	37,17,065
Workshop by TRAI		-	8,81,074
Seminar by TRAI		-	21,48,394
Consultancy charges		2,70,000	2,70,000
Advertisement (Print Media & Audio Visual)		19,81,532	66,06,935
Advances (TDS) written off		-	7,22,326
Consumer Awareness Programs by CAGs (prior period expenses)		2,23,300	3,99,310
	<b>B</b>	<b>24,74,919</b>	<b>1,47,45,497</b>
Surplus of Income over Expenditure transferred to Corpus (A-B)		<b>4,37,37,386</b>	<b>3,14,01,031</b>
The accompanying schedules are an integral part of these financial statements			
As per our report of even date			
For RAPG & Co. Chartered Accountants FRN : 023603N	For Telecommunication Consumers Education and Protection Fund		
 CA Neeraj Kumar Partner M. No 518473		 Secretary (TRAI) (Ex-Officio/Presiding member)	 Advisor (CA) (Convener Member)
Place: New Delhi Date: 01-03-2022		 Pr. Advisor (CA & IT) (Ex Officio Member)	 Pr. Advisor (FREA) (Ex officio Member)

Rakesh Narayan Sahu  
  
 (MANOJ MISRA)

28.3.2022  
  
  




**TELECOMMUNICATION CONSUMERS EDUCATION AND PROTECTION FUND**  
**Schedules to the financial statements for the year ended 31 March 2021**

**Schedule A - Accounting Policies and Notes to accounts**

**i. ACCOUNTING POLICIES**

**a) Basis for preparation**

The financial statements have been prepared on historical cost convention basis in accordance with the generally accepted accounting standards and principal formulated by the Institute of Chartered Accountants of India.

**b) Accounting of Expenses**

All expenses have been accounted for on an accrual basis.

**c) Recognition of Receipts**

The fund primarily has two different sources of receipts:

- i) One of the sources is in accordance with the provisions of sub regulation (1) of regulation 3 of Telecommunication Education & Protection Fund Regulations, 2007 (6 of 2007). According to this regulation, every service provider is required to deposit the specified amount within the stipulated time as mentioned in the said regulation. These amounts are accounted for on a receipt basis. These amounts are added to Fund's corpus and cannot be utilized for any kind of payments/expenditure.
- ii) The other source of receipt is Interest Income on the amounts received in in accordance with the clause (b) of sub regulation (2) of regulation (5) of Telecommunication Education & Protection Fund Regulations 2007(6 of 2007).
  - (i) Interest on FDR's are accounted for on an accrual basis.
  - (ii) Interest on SB accounts are accounted for on a receipt basis.

**d) Investments**

The investments have been valued at cost.

**ii. NOTES TO ACCOUNTS**

**a) Formation of the Fund**

The fund has come into existence on 15<sup>th</sup> of June 2007 vide **Notification No. 332/4/2006-QoS (CA)** and is regulated by the "Telecommunication Consumers Education and Protection Regulations 2007", formulated by the Telecom Authority of India by exercising the powers conferred upon it under section 36 of Telecom Regulatory Authority of India Act, 1997 (24 of 1997).

**b) Corpus of the Fund**

The corpus of the fund consists of the receipts from the service providers and the surplus of Income over Expenditure. During the year, the fund has received Rs.318,03766/- from the service providers.

**c) Source of Expenses**

During the year, the total expenses of Rs.24,74,919/- have been paid out of interest income received.

**d) Payment to Auditors**

The payment for the Audit of the Fund will be provided by the Telecom Regulatory Authority of India.



*Shankar*  
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**e) Taxation**

The fund was established on 15<sup>th</sup> June 2007. The concern of "certificate of no tax liability" in favor of Fund was been taken up with the Central Board of Direct Taxes (CBDT), New Delhi vide letter dated 5<sup>th</sup> August 2008. After several correspondences & communications between TRAI, CBDT & Income Tax Department, CBDT vide its letter dated 10<sup>th</sup> July 2012 advised to obtain a separate PAN for the Fund and then proceed further for exemption certificate under Income Tax Act, 1961. Accordingly, a PAN has been applied in September 2012 under "Government" category. However, the Directorate of Income tax (Systems), New Delhi vide its letter dated 12<sup>th</sup> March 2014, informed that the fund is not covered under government category. Accordingly, PAN was allotted to the Fund in the category of "Trust".

As per the advice of the CBDT in their letter dated 10<sup>th</sup> July 2012 and instructions contained in CBDT letter dated 2<sup>nd</sup> June 2013, duly filled application form along with requisite documents, in prescribed format was submitted for granting exemption u/s 10(46) of the Income Tax Act, 1961.

Thus, no return of Income was filed nor provision for taxation has been made as management is hopeful that exemption u/s 10(46) of the Income Tax Act, 1961 will be notified since the inception of the Fund.

However, the last application filed with CBDT for granting exemption has become time barred, fresh application for exemption is pending to be filed.

**f) Investments consist of Fixed Deposits with Banks.****g) Receipts from Service Providers are subject to confirmations.****h) The balance with DAVP is subject to reconciliations.**

The accompanying schedules are an integral part of these financial statements.

As per our report of even date

**For RAPG & Co.**

Chartered Accountants

FRN : 023603N

*Neeraj Kumar*  
CA Neeraj Kumar

Partner

M: No. 518473

Place: New Delhi

Date: 01-03-2022

*Rakesh Singh*  
*(MANAJ MISRA)*

**For Telecommunication Consumers Education and Protection Fund**

*V. Raghav*  
Secretary (TRAI)  
(Ex-Officio Presiding member)

*M. S. Singh*  
Pr. Advisor (CA & IT)  
(Ex Officio Member)

*R. S. Singh*

*Q. S.*  
Advisor (CA)  
(Convenor Member)

*M. P. Singh*  
Pr. Advisor (F&EA)  
(Ex officio Member)

*C. S. Singh*  
*24/3/22*

50025/2022/CA

TELECOMMUNICATION CONSUMERS EDUCATION AND PROTECTION FUND		
Schedules to the financial statements for the year ended 31 March 2021		
	Amount in (Rs.)	
Schedule B - Corpus	2020-21	2019-20
Opening Balance	735,742,611	683,585,913
<b>Add:</b>		
Receipts from Service Providers	31,803,766	20,755,667
Surplus of Income Over Expenditure	43,737,386	31,401,031
	<b>811,283,763</b>	<b>735,742,611</b>
<b>Schedule C - Current Assets, Loans And Advances</b>	<b>2020-21</b>	<b>2019-20</b>
<b>Cash In Hand</b>		
<b>Bank Balances with Scheduled Bank</b>		
Fixed Deposit Accounts with Corporation Bank	560,638,759	560,638,759
with Corporation Bank - 140012 Flexi	165,873,994	125,465,531
with Corporation Bank - 140013 Flexi	60,074,509	45,161,019
	<b>786,587,262</b>	<b>731,265,309</b>
-in Savings Accounts		
with Corporation Bank - 800800	19,939,030	52,821
with Corporation Bank - 800803	100,000	100,000
with Corporation Bank - 140012	53,566	18,304
with Corporation Bank - 140013	52,474	15,576
	<b>20,145,070</b>	<b>186,701</b>
<b>Schedule D - Loans &amp; Advances</b>	<b>2020-21</b>	<b>2019-20</b>
Advances with Regional Offices	-	136,518
Advances with DAVP	-	442,759
	-	<b>579,277</b>
<b>Schedule E - Interest Accrued</b>	<b>2020-21</b>	<b>2019-20</b>
Interest Accrued on Fixed Deposits	4,624,800	3,738,924
	<b>4,624,800</b>	<b>3,738,924</b>
<b>Schedule F - Current Liabilities &amp; Provisions</b>	<b>2020-21</b>	<b>2019-20</b>
<b>Expense payable</b>		
Consultancy charges	20,250	20,250
CAP BY CAGs	-	5,100
Payable to DAVP	50,870	
TDS Payable	2,250	2,250
	<b>73,370</b>	<b>27,600</b>



*Shankar*

# RAPG & Co.

CHARTERED ACCOUNTANTS

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Sector-7, Rohini, Delhi-85  
Tel/Fax: 011-40856900  
Email: rapg@rapg.in  
Website: www.rapg.in

## Independent Auditors' Report

To the Members of  
**Telecommunication Consumer Education and Protection Fund**  
Mahanagar Doorsanchar Bhawan, Jahawarlal Nehru Marg, New Delhi - 110002

### Report on the Audit of the Financial Statements

We have audited the accompanying financial statements of **Telecommunication Consumer Education and Protection Fund** ("TCEPF"), which comprise the Balance Sheet as at March 31, 2021, the Statement of Receipt and Payment Account and Income and Expenditure Account, for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Management's Responsibility for the Financial Statements

The management is responsible for the preparation of these financial statements that give a true and fair view of the financial position in accordance with the principals generally accepted in India, including the accounting standards and principals generally accepted in India. This responsibility also includes maintenance of adequate accounting records for safeguarding the assets and preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgements and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant of the preparation and presentation of the financial statements that give a true and fair view and are free from material misstatement, whether due to fraud or error.

### Auditors' Responsibility for the Audit of the Financial Statements

Our responsibility is to express an opinion on these (standalone) financial statements based on our audit. We have taken in to account the Accounting and Auditing Standards as issued by ICAI. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

As audit involves performing procedures to obtain audit evidence about the amounts and the disclosure in the financial statements. The procedure selected depends on the auditor's judgement, including the assessment of the risk of material misstatement of the financial statements. whether due to fraud or errors In making those risk misstatement of the auditor considers internal financial control relevant to the entity's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on whether the entity has in place an adequate financial controls system over financial reporting and the operating effectiveness of such controls.

